

Michigan Public Educational Facilities Authority (MPEFA) Public School Academy Facilities Financing Application

Issued under authority of Executive Order 2002-3.

INSTRUCTIONS: Completed application includes this form, Exhibit A, Exhibit B and the application fee (see schedule on page 2). If you have questions, please contact MPEFA at (517) 373-3199 or Treas_MPEFA@michigan.gov.

PUBLIC SCHOOL ACADEMY INFORMATION

Applicant Name	School Code	Federal Identification Number	
Address (No. Street, P.O. Box or Rural Route)	City	State	ZIP Code

PRIMARY CONTACT INFORMATION

Contact Name		Contact Title	
Address (No. Street, P.O. Box or Rural Route)		City	State ZIP Code
Email Address	Telephone Number	Fax Number	Cell Phone Number

SECONDARY CONTACT INFORMATION

Contact Name		Contact Title	
Address (No. Street, P.O. Box or Rural Route)		City	State ZIP Code
Email Address	Telephone Number	Fax Number	Cell Phone Number

EXHIBIT A: DESCRIPTION OF APPLICANT

Provide a brief history of the applicant including date established/chartered, authorizer, management company (if applicable), grades served, number of pupils, and background experience of key administrative personnel. If the facility will have users other than applicant, provide data for users as well. Attach as Exhibit A.

EXHIBIT B: DESCRIPTION OF PROJECT

Provide a detailed description of the location, extent, and character of the project including the estimated cost of land, building, and equipment. Attach as Exhibit B.

APPLICANT CERTIFICATION

<i>I, the undersigned, certify that this application and the attachments were authorized by the governing body of the Applicant, are complete and accurate in all respects and do not contain any misleading information. I understand that information provided in this application, including the attachments, may be used in the MPEFA's Preliminary Official Statement and/or its Official Statement with respect to MPEFA Bonds, all or part of which proceeds will be used to finance the facility(s) of the Applicant, and I hereby consent, on behalf of the Applicant, to such use of any such information. I further certify that with respect to all obligations subject to the requirements of Act 451, Public Acts of Michigan, 1976, as amended or Act 34, Public Acts of Michigan, 2001, the Revised Municipal Finance Act, as amended, the Applicant has complied with or before approval of an authorizing resolution by the MPEFA Board will comply with all such requirements.</i>	
Name (Print or Type)	Title
Authorized Signature	Date

SUBMITTING APPLICATION

All application documents must be submitted to MPEFA. If you choose to submit your completed application and supporting documents by e-mail or fax, you must also mail the original signed application to MPEFA within ten days. A copy of this application should also be submitted to your local counsel. If you have questions regarding this application, contact MPEFA at (517) 373-3199.

U.S. MAIL TO:

MPEFA
Michigan Department of Treasury
P.O. Box 15128
Lansing, MI 48901

OVERNIGHT MAIL TO:

MPEFA
Michigan Department of Treasury
430 W. Allegan
Lansing, MI 48922

E-MAIL TO:

Treas_MPEFA@michigan.gov

FAX TO: (517) 373-2465

Selection of the Bond Finance Team for Long-Term Public School Academy Financings

UNDERWRITING/PLACEMENT AGENTS

ROLE OF UNDERWRITER/ PLACEMENT AGENT

Underwriters or placement agents are responsible for sale or placement of bonds. They usually assist the public school academy in preparing a financing plan, determining the least costly method of financing and completing a disclosure and sales document to be sent to potential investors. Sometimes their role is finished when the bond issue is completed; in other cases, the underwriter has an ongoing role with the PSA as an advisor regarding a broad range of finance and capital market related matters.

AUTHORITY POLICY

Subject to approval by the MPEFA Board, Public School Academies will select underwriters or placement agents.

BOND COUNSEL

ROLE OF BOND COUNSEL

Bond Counsel has the role of an independent expert who provides an objective legal opinion concerning the issuance and sale of bonds. Bond Counsel are specialized attorneys who have developed necessary expertise in a broad range of practice areas. Generally, bonds are not marketable without an opinion of nationally recognized bond counsel stating that the bonds are valid and binding obligations, stating the sources of payment and security for the bonds and if applicable the bonds are exempt from State and Federal income taxes.

AUTHORITY POLICY

Bond counsel is selected by the public school academy provided the firm is listed as a municipal bond attorney in The Bond Buyer's Municipal Marketplace Directory (the "Red Book"), knowledgeable regarding current Michigan charter school law and statutes and does not act as local counsel to the academy. Bond Counsel selection is subject to MPEFA Board approval.

BOND TRUSTEE

ROLE OF BOND TRUSTEE

The bond trustee is responsible for the collection and investment of loan payments and the registration, transfer and payment of bonds. The bond trustee is required to maintain separate accounts, monitor bond document requirements and provide monthly statements. The bond trustee approves amendments to some documents and acts on behalf of the bondholders if the public school academy violates certain bond documents. A bond trustee must have adequate staff and systems to efficiently perform its duties and comply with the various Federal, State and bond issue requirements.

AUTHORITY POLICY

Public School Academies will select bond trustee, provided that the MPEFA Board approves the selection.

MPEFA Fee Schedule

► Application Fee. Nonrefundable fee required when the application is filed.

\$1,000,000 or less \$500

Over \$1,000,000 \$1,000

► Issuance Fee. Required on or before the closing of the project financing.

1/2 of 1% of Principal Amount

► Annual Fee. Prorated and paid on an annual basis.

1/8 of 1% of Outstanding Balance

Make checks payable to the Michigan Public Educational Facilities Authority (MPEFA).

MPEFA Contact Information

Requests for more information and application materials should be directed to:

Michigan Public Educational Facilities Authority

Michigan Department of Treasury

P.O. Box 15128

Lansing, MI 48901

Phone: (517) 373-3199

Fax: (517) 373-2465

E-mail: Treas_MPEFA@michigan.gov

Website: www.MPEFA.org